



April 8, 2010

Interested Parties;

**Subject:** Summary of California Housing Finance Fund Financial Statements –  
As of and for the period ending December 31, 2009

### **Operating Results**

The Agency is reporting an operating loss of \$35.2 million in the combined statements of revenue, expenses and changes in fund equity for the California Housing Finance Fund (Finance Fund) for the quarter ending December 31, 2009. For the six month period ending December 31, 2009 there was an operating loss of \$111.9 million. Operating results of the Finance Fund fell by approximately \$63 million when comparing the six month results as of December 31, 2009 to the operating loss of \$48.9 million for the six month results ending December 31, 2008. The operating loss for the six month period is primarily attributable to the continuing decline of the California real estate market, basis mismatch on variable rate bonds and the charge against income for the market value adjustment of unmatched swaps.

Last fiscal year, the Agency made an accounting change in the recording of Home Mortgage Revenue Bonds (HMRB) hedging activity. Swap expenses, swap expenses (fair value), swap termination fees and the gain of termination of swaps previously recorded in homeownership programs have been reclassified and are now being recorded in other programs and accounts. This change did not affect the Agency's total net equity although it has affected the overall presentation of operating results within the financial statement categories. While these swap contracts hedge floating rate bonds issued within the HMRB indenture, hedging expenses are a general obligation of the Agency that is often reimbursed with excess revenue transfers from the HMRB Indenture.

Operating results for the second quarter by program were as follows: The homeownership bond programs realized net gain of \$12 million (with the Agency's HMRB Indenture accounting for \$13.9 million of the gain, HPB Indenture accounting for \$2 million loss, HMB Indenture accounting for \$0.6 million loss, and SF2 Indenture accounting for \$0.7 million gain), the multifamily bond programs realized net gain of \$8.3 million and other programs and accounts recorded an operating loss of \$55.5 million. Net operating results for the six month period ending December 31, 2009 were \$29.1 million gain, \$9.2 million gain and \$150.2 million loss, respectively. These losses are largely due to losses and expected losses stemming from real estate exposure, termination of SWAP and basis mismatch due to the exposure of the Agency's variable rate hedge.

### **The California Real Estate Market**

Throughout calendar year 2009, single family loan delinquencies have been on the increase and 5,582 CalHFA borrowers, or 17.6% of single family borrowers, were delinquent on one or more first mortgage payments on December 31, 2009. By comparison, 3,699 CalHFA borrowers, or 10.8% of single family borrowers, were delinquent on their first mortgages as of December 31, 2008. In addition, the number of foreclosures has increased significantly from recent years. For the period January 1, 2009 through December 31, 2009, 1,517 CalHFA borrowers lost their homes through foreclosure (588 loans that were insured by FHA and 929 loans that were conventionally insured or without mortgage insurance) compared to 486 CalHFA borrowers for the period from January 1, 2008 through December 31, 2008 (231 loans that were insured by FHA and 255 loans that were conventionally insured or without mortgage insurance).

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The continued rise in loan delinquencies, increases in foreclosures and additional home price depreciation in California have contributed directly to increased allowances for loan losses and other reserves. For the quarter ending December 31, 2009 for homeownership programs, the allowance for loan losses on delinquent loans was increased by \$1.7 million and foreclosed properties were written down by an additional \$2.2 million to reflect anticipated losses, net of insurance payment, upon trustee sale of the properties.

The Finance Fund has also established loss reserves to cover anticipated indemnification payments to the California Housing Loan Insurance Fund for loans subject to what is frequently referred to as “gap” insurance. The indemnification payments are for losses up to 50% of the outstanding principal balance of each loan for which either the primary mortgage insurance covers less than 50% of loan principal or primary mortgage insurance may not be required because the loan-to-value ratio was below 80% at loan origination or because the borrower demonstrated equity of 20% or more in the property. The gap insurance loss reserve expense was increased by \$14.6 million during the quarter and by \$41 million for the six-month period ending December 31, 2009. The actual gap insurance claims paid during the first two quarters of the fiscal year were \$2.2 million and \$9.2 million, respectively. The reserves and payments are charged to the Supplementary Bond Security Account, an account that is part of the Agency’s general obligation capital base, not the HMRB Indenture.

### **Basis Mismatch**

In addition to losses attributable to the California real estate market, the Finance Fund incurred losses due to basis mismatch, the difference between the actual interest rates paid to bondholders on floating rate securities (variable rate demand obligations and auction rate securities) and the variable rates received from swap counterparties on interest rate swaps entered into to hedge the Agency’s variable rate exposure. The mismatch is a result of higher interest rate resets on variable rate bonds, including rates resulting from failed auctions and rates paid to liquidity banks when bondholders put their variable rate demand obligations to the remarketing agents and other investors are unwilling to purchase the securities. In addition a dysfunctional municipal bond market resulted in an unusually high SIFMA/LIBOR ratio and interest rate compression has continued this relationship. The basis mismatch for the period from July 1, 2009 to December 31, 2009 was \$17.5 million and is reflected in the income statements for the Other Program and Accounts (Operating) and the Multifamily Housing Revenue Bond III Indenture. By comparison, the basis mismatch for the period from July 1, 2008 to December 31, 2008 was \$22.2 million.

### **Early Termination of Interest Rate Swaps**

On July 14, 2009 the Agency terminated \$237.8 million of swap notional with two counterparties: Citigroup Financial Products and Merrill Lynch. Citigroup Financial Products was paid \$12 million for termination of \$102.5 million swap notional and Merrill Lynch was paid \$27 million for the termination of \$135.3 swap notional. The terminations were in response to rating agency requirements that the Agency have sufficient capital or liquidity available for collateral postings under swap contracts in the event of a rating downgrade of the CalHFA’s issuer credit rating.

### **Balance Sheet Results**

The Finance Fund’s total assets increased by \$28.8 million during the quarter ending December 31, 2009, and decreased by \$361.4 million for the six month period. Cash and investments increased by \$186.7 million and Program Loans Receivable decreased by \$232.7 million for the quarter. The Finance Fund’s total liabilities increased by \$44.8 million for the quarter and decreased by \$278.8 million for the six month period. Bonds outstanding decreased by \$34.2 million, and loss reserves increased by \$14.6 million for the quarter. Fund equity decreased by \$97.5 million to \$1.65 billion for the six month period.

### **Summary**

While fiscal year operating results as of December 31, 2009 were disappointing, news of an initiative was announced on October 19, 2009 for state and local Housing Finance Agencies that will help support low mortgage rate and expand resources for low and middle income borrowers to purchase and rent homes that are affordable over the long term. The plan is designed to help state HFA’s expand their affordable lending efforts and strengthen their financial standing by overcoming obstacles created by financial crisis.

# CALIFORNIA HOUSING FINANCE AGENCY

## FINANCIAL STATEMENT SUMMARY

DECEMBER 31, 2009

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**CALIFORNIA HOUSING FINANCE FUND  
COMBINED BALANCE SHEET  
WITH ADDITIONAL COMBINING INFORMATION**

December 31, 2009

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents .....	63,164,942.03	2,848,068.30	43,044,856.31	109,057,866.64
Investments .....	788,168,468.25	111,488,599.42	954,458,233.60	1,854,115,301.27
Current portion - program loans receivable .....	99,215,248.43	71,041,354.44	111,329,828.83	281,586,431.70
Interest receivable - Program loans .....	23,537,381.48	7,050,794.25	2,757,964.88	33,346,140.61
Interest receivable - Investments .....	6,206,222.07	692,985.57	1,649,294.07	8,548,501.71
Accounts receivable .....	20,854,016.00	106,656.82	6,340,277.61	27,300,950.43
Due from (to) other funds .....	(30,598,625.10)	1,584,108.07	29,014,517.03	0.00
Other assets .....	94,901.08	524,201.04	65,324.35	684,426.47
<b>Total current assets .....</b>	<b>970,642,554.24</b>	<b>195,336,767.91</b>	<b>1,148,660,296.68</b>	<b>2,314,639,618.83</b>
<b>Noncurrent assets:</b>				
Investments .....	171,549,576.52	11,512,682.03	52,680,825.72	235,743,084.27
Program loans receivable .....	5,981,218,224.08	1,178,860,827.30	493,621,349.38	7,653,700,400.76
Due from (to) other funds .....	0.00	0.00	0.00	0.00
Deferred financing costs .....	30,925,786.01	5,493,073.86	24,909.85	36,443,769.72
Other assets .....	154,753,115.86	0.00	725,141.45	155,478,257.31
<b>Total Noncurrent assets .....</b>	<b>6,338,446,702.47</b>	<b>1,195,866,583.19</b>	<b>547,052,226.40</b>	<b>8,081,365,512.06</b>
<b>Total Assets .....</b>	<b>7,309,089,256.71</b>	<b>1,391,203,351.10</b>	<b>1,695,712,523.08</b>	<b>10,396,005,130.89</b>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>Current liabilities:</b>				
Bonds payable .....	121,609,679.69	25,291,374.13	0.00	146,901,053.82
Interest payable .....	78,668,292.81	20,749,508.96	47,602,958.55	147,020,760.32
Due to (from) other government entities .....	(34,245.57)	0.00	147,089,655.72	147,055,410.15
Compensated absences .....	0.00	0.00	3,602,328.63	3,602,328.63
Deposits and other liabilities .....	4,888,248.70	1,175,392.58	396,063,720.45	402,127,361.73
<b>Total current liabilities .....</b>	<b>205,131,975.63</b>	<b>47,216,275.67</b>	<b>594,358,663.35</b>	<b>846,706,914.65</b>
<b>Noncurrent liabilities:</b>				
Bonds payable .....	6,613,175,472.28	1,241,315,659.88	0.00	7,854,491,132.16
Due to (from) other government entities .....	3,696,705.47	12,232,769.41	0.00	15,929,474.88
Deferred revenue .....	1,552,844.40	12,769.49	27,359,944.86	28,925,558.75
<b>Total noncurrent liabilities .....</b>	<b>6,618,425,022.15</b>	<b>1,253,561,198.78</b>	<b>27,359,944.86</b>	<b>7,899,346,165.79</b>
<b>Total Liabilities .....</b>	<b>6,823,556,997.78</b>	<b>1,300,777,474.45</b>	<b>621,718,608.21</b>	<b>8,746,053,080.44</b>
<b>Fund equity</b>				
Invested in capital assets .....	0.00	0.00	725,141.45	725,141.45
Restricted by indenture .....	485,532,258.93	90,425,876.65	0.00	575,958,135.58
Restricted by statute .....	0.00	0.00	1,073,268,773.42	1,073,268,773.42
<b>Total Fund equity .....</b>	<b>485,532,258.93</b>	<b>90,425,876.65</b>	<b>1,073,993,914.87</b>	<b>1,649,952,050.45</b>
<b>Total Liabilities and Fund equity .....</b>	<b>7,309,089,256.71</b>	<b>1,391,203,351.10</b>	<b>1,695,712,523.08</b>	<b>10,396,005,130.89</b>

**CALIFORNIA HOUSING FINANCE FUND  
 COMBINED STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN FUND EQUITY  
 WITH ADDITIONAL COMBINING INFORMATION**

December 31, 2009

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
<b>OPERATING REVENUES</b>				
Interest income:				
Program loans and loan agreements -- net.....	153,989,858.59	38,277,056.68	10,406,093.05	202,673,008.32
Interest income - Investments -- net .....	11,376,795.84	1,446,146.66	6,101,636.52	18,924,579.02
Increase (decrease) in fair value of investments .....	541,642.60	(511,673.64)	(77,080.78)	(47,111.82)
Loan commitment fees .....	77,949.44	0.00	670,333.62	748,283.06
Other loan fees .....	0.00	100,545.68	12,460,165.59	12,560,711.27
Other revenues .....	35,141.71	106,656.82	42,360,525.30	42,502,323.83
<b>Total Operating revenues .....</b>	<b>166,021,388.18</b>	<b>39,418,732.20</b>	<b>71,921,673.30</b>	<b>277,361,793.68</b>
<b>OPERATING EXPENSES</b>				
Interest .....	94,255,378.22	29,959,411.17	64,011,234.01	188,226,023.40
Amortization of bond discount and bond premium .....	(564,965.86)	267,725.60	0.00	(297,240.26)
Mortgage servicing fees .....	8,484,761.57	3,309.10	88,334.09	8,576,404.76
Provision (reversal) for estimated loan losses .....	16,666,901.50	(2,896,113.64)	4,379,367.51	18,150,155.37
Operating expenses .....	0.00	0.00	18,951,671.48	18,951,671.48
Other expenses .....	18,062,175.31	2,885,184.39	134,673,213.34	155,620,573.04
<b>Total Operating expenses .....</b>	<b>136,904,250.74</b>	<b>30,219,516.62</b>	<b>222,103,820.43</b>	<b>389,227,587.79</b>
<b>Operating income (loss) before transfers .....</b>	<b>29,117,137.44</b>	<b>9,199,215.58</b>	<b>(150,182,147.13)</b>	<b>(111,865,794.11)</b>
Transfers (interfund).....	0.00	0.00	14,350,055.00	14,350,055.00
Transfers (intrafund).....	1,444,285.74	1,757,784.43	(3,202,070.17)	0.00
Increase (decrease) in fund equity.....	30,561,423.18	10,957,000.01	(139,034,162.30)	(97,515,739.11)
Fund equity at beginning of year .....	454,970,835.75	79,468,876.64	1,213,028,077.17	1,747,467,789.56
<b>Fund equity at end of year .....</b>	<b>485,532,258.93</b>	<b>90,425,876.65</b>	<b>1,073,993,914.87</b>	<b>1,649,952,050.45</b>

**CALIFORNIA HOUSING FINANCE FUND  
COMBINING STATEMENT OF CASH FLOWS  
WITH ADDITIONAL COMBINING INFORMATION**

December 31, 2009

	ADDITIONAL COMBINING INFORMATION			
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers .....	157,646,716.36	38,789,127.01	9,985,580.79	206,421,424.16
Payments to suppliers .....	(9,058,062.69)	(52,567.36)	(7,241,787.38)	(16,352,417.43)
Payments to employees .....	0.00	0.00	(12,749,974.13)	(12,749,974.13)
Internal activity - payments other funds .....	0.00	0.00	0.00	0.00
Other receipts (payments) .....	233,583,975.62	40,595,778.10	31,378,701.36	305,558,455.08
<b>Net cash provided by (used in) operating activities .....</b>	<b>382,172,629.29</b>	<b>79,332,337.75</b>	<b>21,372,520.64</b>	<b>482,877,487.68</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Intrafund transfers .....	1,444,285.74	1,757,784.43	(3,202,070.17)	0.00
Changes in due to (from) other government entities .....	2,217,809.90	0.00	(110,381,508.56)	(108,163,698.66)
<b>Net cash provided by (used for) noncapital financing activities .....</b>	<b>3,662,095.64</b>	<b>1,757,784.43</b>	<b>(113,583,578.73)</b>	<b>(108,163,698.66)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from sales of bonds .....	0.00	55,000.00	0.00	55,000.00
Payment of bond principal .....	(56,451,334.28)	(21,147,630.36)	(23,133,890.32)	(100,732,854.96)
Early bond redemptions .....	(94,204,169.65)	(48,670,000.00)	0.00	(142,874,169.65)
Interest paid on debt .....	(101,218,247.21)	(32,675,425.32)	(70,885,357.66)	(204,779,030.19)
Interfund transfers .....	0.00	0.00	14,350,055.00	14,350,055.00
Decrease (increase) in deferred financing costs .....	(27,446.05)	2,196.46	0.00	(25,249.59)
<b>Net cash provided by (used for) capital and related financing activities .....</b>	<b>(251,901,197.19)</b>	<b>(102,435,859.22)</b>	<b>(79,669,192.98)</b>	<b>(434,006,249.39)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Proceeds from maturity and sale of investments.....	643,640,751.54	124,035,615.52	30,588,299,748.74	31,355,976,115.80
Purchase of investments .....	(739,906,660.61)	(105,904,302.98)	(30,483,108,990.77)	(31,328,919,954.36)
Interest on investments .....	11,584,480.22	1,789,874.80	8,792,241.34	22,166,596.36
<b>Net cash provided by (used for) investing activities .....</b>	<b>(84,681,428.85)</b>	<b>19,921,187.34</b>	<b>113,982,999.31</b>	<b>49,222,757.80</b>
<b>Net increase (decrease) in cash and cash equivalents .....</b>	<b>49,252,098.89</b>	<b>(1,424,549.70)</b>	<b>(57,897,251.76)</b>	<b>(10,069,702.57)</b>
<b>Cash and cash equivalents at beginning of year .....</b>	<b>13,912,843.14</b>	<b>4,272,618.00</b>	<b>100,942,108.07</b>	<b>119,127,569.21</b>
<b>Cash and cash equivalents at end of year .....</b>	<b>63,164,942.03</b>	<b>2,848,068.30</b>	<b>43,044,856.31</b>	<b>109,057,866.64</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</b>				
Operating income (loss) .....	29,117,137.44	9,199,215.58	(150,182,147.13)	(111,865,794.11)
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>				
Interest expense on debt .....	94,255,378.22	29,959,411.17	64,011,234.01	188,226,023.40
Interest on investments .....	(11,376,795.84)	(1,446,146.66)	(6,101,636.52)	(18,924,579.02)
Changes in fair value of investments.....	(541,642.60)	511,673.64	77,080.78	47,111.82
Accretion of capital appreciation bonds .....	1,620,651.08	0.00	0.00	1,620,651.08
Amortization of bond discount .....	17,657.98	14,087.57	0.00	31,745.55
Amortization of deferred losses .....	95,540.60	253,638.03	0.00	349,178.63
Amortization of bond issuance costs .....	1,332,684.75	586,716.37	5,171.83	1,924,572.95
Amortization of bond premium .....	(678,164.44)	0.00	0.00	(678,164.44)
Amortization of deferred revenue .....	(77,949.44)	0.00	(670,333.62)	(748,283.06)
Depreciation .....	0.00	0.00	101,733.29	101,733.29
Provision (reversal for estimated loan losses .....	16,666,901.50	(2,756,662.00)	4,239,915.87	18,150,155.37
Provision for yield reduction payments .....	(2,498,454.83)	0.00	0.00	(2,498,454.83)
Provision for nonmortgage investment excess .....	(1,002,616.03)	0.00	0.00	(1,002,616.03)

**CALIFORNIA HOUSING FINANCE FUND  
COMBINING STATEMENT OF CASH FLOWS  
WITH ADDITIONAL COMBINING INFORMATION**

December 31, 2009

ADDITIONAL COMBINING INFORMATION				
	HOMEOWNERSHIP PROGRAMS	MULTIFAMILY RENTAL HOUSING PROGRAMS	OTHER PROGRAMS AND ACCOUNTS	COMBINED TOTALS
<b>Changes in certain assets and liabilities:</b>				
Purchase of program loans .....	34,674,775.92	(18,533,972.18)	(27,772,264.34)	(11,631,460.60)
Collection of principal from program loans - net .....	218,956,085.40	62,800,370.86	37,921,237.70	319,677,693.96
Interest receivable .....	3,656,857.77	512,070.33	(420,512.26)	3,748,415.84
Accounts receivable .....	(7,642,132.43)	(106,656.82)	496,032.50	(7,252,756.75)
Due from (to) other funds .....	7,367,933.37	(1,829,105.70)	(5,538,827.67)	0.00
Other assets .....	(4,450.43)	(53,007.19)	5,159.68	(52,297.94)
Compensated absences .....	0.00	0.00	1,284,561.33	1,284,561.33
Deposits and other liab .....	(586,346.52)	220,704.75	103,594,021.83	103,228,380.06
Due to other governments .....	0.00	0.00	(6.00)	(6.00)
Deferred revenue .....	(1,180,422.18)	0.00	322,099.36	(858,322.82)
<b>Net cash provided by (used for) operating activities .....</b>	<b><u>382,172,629.29</u></b>	<b><u>79,332,337.75</u></b>	<b><u>21,372,520.64</u></b>	<b><u>482,877,487.68</u></b>

**CALIFORNIA HOUSING FINANCE FUND  
SUMMARY BALANCE SHEET  
HOMEOWNERSHIP PROGRAMS**

December 31, 2009

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY MORTGAGE BONDS II	DRAW DOWN BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	SINGLE FAMILY HOUSING MORTGAGE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	TOTAL HOMEOWNERSHIP PROGRAMS
<b>ASSETS</b>							
<b>Current assets:</b>							
Cash and cash equivalents .....	61,569,263.12	367,185.44	21,541.08	122,511.18	40,511.21	1,043,930.00	63,164,942.03
Investments .....	774,377,262.90	6,872,205.35	89,000.00	3,214,000.00	3,616,000.00	0.00	788,168,468.25
Current portion - program loans receivable .....	96,586,379.47	1,837,806.89	0.00	0.00	791,062.07	0.00	99,215,248.43
Interest receivable - Program loans .....	22,924,041.20	225,423.99	0.00	162,637.06	225,279.23	0.00	23,537,381.48
Interest receivable - Investments .....	6,119,843.55	76,824.85	133.35	4,909.55	4,510.77	0.00	6,206,222.07
Accounts receivable .....	20,711,700.60	98,235.00	0.00	0.00	44,080.40	0.00	20,854,016.00
Due from (to) other funds .....	(30,923,477.44)	(15,048.52)	0.00	298,916.10	40,984.76	0.00	(30,598,625.10)
Other assets .....	94,135.07	766.01	0.00	0.00	0.00	0.00	94,901.08
<b>Total current assets .....</b>	<b>951,459,148.47</b>	<b>9,463,399.01</b>	<b>110,674.43</b>	<b>3,802,973.89</b>	<b>4,762,428.44</b>	<b>1,043,930.00</b>	<b>970,642,554.24</b>
<b>Noncurrent assets:</b>							
Investments .....	171,358,101.56	191,474.96	0.00	0.00	0.00	0.00	171,549,576.52
Program loans receivable .....	5,817,124,505.65	44,638,042.16	0.00	67,731,583.65	51,724,092.62	0.00	5,981,218,224.08
Due from (to) other funds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred financing costs .....	30,113,879.79	108,451.37	0.00	593,165.55	110,289.30	0.00	30,925,786.01
Other assets .....	154,753,115.86	0.00	0.00	0.00	0.00	0.00	154,753,115.86
<b>Total Noncurrent assets .....</b>	<b>6,173,349,602.86</b>	<b>44,937,968.49</b>	<b>0.00</b>	<b>68,324,749.20</b>	<b>51,834,381.92</b>	<b>0.00</b>	<b>6,338,446,702.47</b>
<b>Total Assets .....</b>	<b>7,124,808,751.33</b>	<b>54,401,367.50</b>	<b>110,674.43</b>	<b>72,127,723.09</b>	<b>56,596,810.36</b>	<b>1,043,930.00</b>	<b>7,309,089,256.71</b>
<b>LIABILITIES AND FUND EQUITY</b>							
<b>Current liabilities:</b>							
Bonds payable .....	117,170,215.89	3,089,657.85	0.00	0.00	1,349,805.95	0.00	121,609,679.69
Interest payable .....	74,556,317.01	533,613.45	0.00	1,321,417.90	2,256,944.45	0.00	78,668,292.81
Due to (from) other government entities .....	(34,245.57)	0.00	0.00	0.00	0.00	0.00	(34,245.57)
Compensated absences .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deposits and other liabilities .....	4,852,343.25	15,573.11	0.00	6,117.74	14,214.60	0.00	4,888,248.70
<b>Total current liabilities .....</b>	<b>196,544,630.58</b>	<b>3,638,844.41</b>	<b>0.00</b>	<b>1,327,535.64</b>	<b>3,620,965.00</b>	<b>0.00</b>	<b>205,131,975.63</b>
<b>Noncurrent liabilities:</b>							
Bonds payable .....	6,458,003,898.39	20,414,875.61	0.00	86,200,000.00	48,556,698.28	0.00	6,613,175,472.28
Due to (from) other government entities .....	2,981,932.91	465,019.60	0.00	249,752.96	0.00	0.00	3,696,705.47
Deferred revenue .....	6,570,502.41	(5,046,040.13)	0.00	0.00	28,382.12	0.00	1,552,844.40
<b>Total noncurrent liabilities .....</b>	<b>6,467,556,333.71</b>	<b>15,833,855.08</b>	<b>0.00</b>	<b>86,449,752.96</b>	<b>48,585,080.40</b>	<b>0.00</b>	<b>6,618,425,022.15</b>
<b>Total Liabilities .....</b>	<b>6,664,100,964.29</b>	<b>19,472,699.49</b>	<b>0.00</b>	<b>87,777,288.60</b>	<b>52,206,045.40</b>	<b>0.00</b>	<b>6,823,556,997.78</b>
<b>Fund equity</b>							
Invested in capital assets .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Restricted by indenture .....	460,707,787.04	34,928,668.01	110,674.43	(15,649,565.51)	4,390,764.96	1,043,930.00	485,532,258.93
Restricted by statute .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Fund equity .....</b>	<b>460,707,787.04</b>	<b>34,928,668.01</b>	<b>110,674.43</b>	<b>(15,649,565.51)</b>	<b>4,390,764.96</b>	<b>1,043,930.00</b>	<b>485,532,258.93</b>
<b>Total Liabilities and Fund equity .....</b>	<b>7,124,808,751.33</b>	<b>54,401,367.50</b>	<b>110,674.43</b>	<b>72,127,723.09</b>	<b>56,596,810.36</b>	<b>1,043,930.00</b>	<b>7,309,089,256.71</b>

**CALIFORNIA HOUSING FINANCE FUND  
COMBINED STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN FUND EQUITY  
HOMEOWNERSHIP PROGRAM**

December 31, 2009

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY MORTGAGE BONDS II	DRAW DOWN BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	SINGLE FAMILY HOUSING MORTGAGE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	TOTAL HOMEOWNERSHIP PROGRAMS
<b>OPERATING REVENUES</b>							
Interest income:							
Program loans and loan agreements -- net.....	150,755,495.06	1,476,731.79	0.00	299,808.46	1,457,823.28	0.00	153,989,858.59
Interest income - Investments -- net .....	11,227,391.22	124,814.05	332.74	14,917.07	9,340.76	0.00	11,376,795.84
Increase (decrease) in fair value of investments .....	542,812.38	(1,169.78)	0.00	0.00	0.00	0.00	541,642.60
Loan commitment fees .....	72,438.48	4,727.36	0.00	0.00	783.60	0.00	77,949.44
Other loan fees .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other revenues .....	35,141.71	0.00	0.00	0.00	0.00	0.00	35,141.71
<b>Total Operating revenues .....</b>	<b>162,633,278.85</b>	<b>1,605,103.42</b>	<b>332.74</b>	<b>314,725.53</b>	<b>1,467,947.64</b>	<b>0.00</b>	<b>166,021,388.18</b>
<b>OPERATING EXPENSES</b>							
Interest .....	89,015,686.49	673,038.66	0.00	2,049,291.96	2,517,361.11	0.00	94,255,378.22
Amortization of bond discount and bond premium .....	(587,409.37)	16,981.16	0.00	0.00	5,462.35	0.00	(564,965.86)
Mortgage servicing fees .....	8,317,528.82	85,791.76	0.00	0.00	81,440.99	0.00	8,484,761.57
Provision (reversal) for estimated loan losses .....	14,104,023.66	2,566.94	0.00	2,543,047.90	17,263.00	0.00	16,666,901.50
Operating expenses .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other expenses .....	18,472,100.29	(358,651.15)	0.00	(56,701.87)	5,428.04	0.00	18,062,175.31
<b>Total Operating expenses .....</b>	<b>129,321,929.89</b>	<b>419,727.37</b>	<b>0.00</b>	<b>4,535,637.99</b>	<b>2,626,955.49</b>	<b>0.00</b>	<b>136,904,250.74</b>
<b>Operating income (loss) before transfers .....</b>	<b>33,311,348.96</b>	<b>1,185,376.05</b>	<b>332.74</b>	<b>(4,220,912.46)</b>	<b>(1,159,007.85)</b>	<b>0.00</b>	<b>29,117,137.44</b>
Transfers (interfund).....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	27,508.52	0.00	0.00	0.00	372,847.22	1,043,930.00	1,444,285.74
Increase (decrease) in fund equity.....	33,338,857.48	1,185,376.05	332.74	(4,220,912.46)	(786,160.63)	1,043,930.00	30,561,423.18
Fund equity at beginning of year .....	427,368,929.56	33,743,291.96	110,341.69	(11,428,653.05)	5,176,925.59	0.00	454,970,835.75
<b>Fund equity at end of year .....</b>	<b>460,707,787.04</b>	<b>34,928,668.01</b>	<b>110,674.43</b>	<b>(15,649,565.51)</b>	<b>4,390,764.96</b>	<b>1,043,930.00</b>	<b>485,532,258.93</b>

**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -  
HOMEOWNERSHIP PROGRAMS**

December 31, 2009

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY MORTGAGE BONDS II	DRAW DOWN BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	SINGLE FAMILY HOUSING MORTGAGE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	TOTAL HOMEOWNERSHIP PROGRAMS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
Receipts from customers .....	154,329,455.66	1,515,794.99	0.00	312,535.57	1,488,930.14	0.00	157,646,716.36
Payments to suppliers .....	(8,877,204.74)	(90,320.34)	0.00	(6,228.56)	(84,309.05)	0.00	(9,058,062.69)
Payments to employees .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Internal activity - payments other funds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other receipts (payments) .....	229,693,605.17	2,388,505.50	0.00	880,941.20	620,923.75	0.00	233,583,975.62
<b>Net cash provided by (used in) operating activities .....</b>	<b>375,145,856.09</b>	<b>3,813,980.15</b>	<b>0.00</b>	<b>1,187,248.21</b>	<b>2,025,544.84</b>	<b>0.00</b>	<b>382,172,629.29</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>							
Intrafund transfers .....	27,508.52	0.00	0.00	0.00	372,847.22	1,043,930.00	1,444,285.74
Changes in due to (from) other government entities .....	2,217,809.90	0.00	0.00	0.00	0.00	0.00	2,217,809.90
<b>Net cash provided by (used for) noncapital financing activities .....</b>	<b>2,245,318.42</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>372,847.22</b>	<b>1,043,930.00</b>	<b>3,662,095.64</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>							
Proceeds from sales of bonds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Payment of bond principal .....	(55,361,334.28)	(1,090,000.00)	0.00	0.00	0.00	0.00	(56,451,334.28)
Early bond redemptions .....	(84,749,169.65)	(5,955,000.00)	0.00	(3,500,000.00)	0.00	0.00	(94,204,169.65)
Interest paid on debt .....	(97,195,054.58)	(836,551.25)	0.00	(2,448,794.16)	(737,847.22)	0.00	(101,218,247.21)
Interfund transfers .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Decrease (increase) in deferred financing costs .....	(21,233.36)	0.00	0.00	0.00	(6,212.69)	0.00	(27,446.05)
<b>Net cash provided by (used for) capital and related financing activities .....</b>	<b>(237,326,791.87)</b>	<b>(7,881,551.25)</b>	<b>0.00</b>	<b>(5,948,794.16)</b>	<b>(744,059.91)</b>	<b>0.00</b>	<b>(251,901,197.19)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
Proceeds from maturity and sale of investments .....	624,122,909.46	8,155,842.08	0.00	10,610,000.00	752,000.00	0.00	643,640,751.54
Purchase of investments .....	(727,057,219.97)	(4,373,440.64)	0.00	(6,036,000.00)	(2,440,000.00)	0.00	(739,906,660.61)
Interest on investments .....	11,314,444.28	192,084.87	534.39	40,026.71	37,389.97	0.00	11,584,480.22
<b>Net cash provided by (used for) investing activities .....</b>	<b>(91,619,866.23)</b>	<b>3,974,486.31</b>	<b>534.39</b>	<b>4,614,026.71</b>	<b>(1,650,610.03)</b>	<b>0.00</b>	<b>(84,681,428.85)</b>
<b>Net increase (decrease) in cash and cash equivalents .....</b>	<b>48,444,516.41</b>	<b>(93,084.79)</b>	<b>534.39</b>	<b>(147,519.24)</b>	<b>3,722.12</b>	<b>1,043,930.00</b>	<b>49,252,098.89</b>
<b>Cash and cash equivalents at beginning of year .....</b>	<b>13,124,746.71</b>	<b>460,270.23</b>	<b>21,006.69</b>	<b>270,030.42</b>	<b>36,789.09</b>	<b>0.00</b>	<b>13,912,843.14</b>
<b>Cash and cash equivalents at end of year .....</b>	<b>61,569,263.12</b>	<b>367,185.44</b>	<b>21,541.08</b>	<b>122,511.18</b>	<b>40,511.21</b>	<b>1,043,930.00</b>	<b>63,164,942.03</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</b>							
Operating income (loss) .....	33,311,348.96	1,185,376.05	332.74	(4,220,912.46)	(1,159,007.85)	0.00	29,117,137.44
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>							
Interest expense on debt .....	89,015,686.49	673,038.66	0.00	2,049,291.96	2,517,361.11	0.00	94,255,378.22
Interest on investments .....	(11,227,391.22)	(124,814.05)	(332.74)	(14,917.07)	(9,340.76)	0.00	(11,376,795.84)
Changes in fair value of investments .....	(542,812.38)	1,169.78	0.00	0.00	0.00	0.00	(541,642.60)
Accretion of capital appreciation bonds .....	1,620,651.08	0.00	0.00	0.00	0.00	0.00	1,620,651.08
Amortization of bond discount .....	17,333.62	324.36	0.00	0.00	0.00	0.00	17,657.98
Amortization of deferred losses .....	73,421.45	16,656.80	0.00	0.00	5,462.35	0.00	95,540.60
Amortization of bond issuance costs .....	1,264,854.00	26,066.57	0.00	38,554.46	3,209.72	0.00	1,332,684.75
Amortization of bond premium .....	(678,164.44)	0.00	0.00	0.00	0.00	0.00	(678,164.44)
Amortization of deferred revenue .....	(72,438.48)	(4,727.36)	0.00	0.00	(783.60)	0.00	(77,949.44)
Depreciation .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Provision (reversal for estimated loan losses .....	14,104,023.66	2,566.94	0.00	2,543,047.90	17,263.00	0.00	16,666,901.50
Provision for yield reduction payments .....	(2,498,454.83)	0.00	0.00	0.00	0.00	0.00	(2,498,454.83)
Provision for nonmortgage investment excess .....	(418,095.44)	(479,084.00)	0.00	(105,436.59)	0.00	0.00	(1,002,616.03)

**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -  
HOMEOWNERSHIP PROGRAMS**

December 31, 2009

	HOME MORTGAGE REVENUE BONDS	SINGLE FAMILY MORTGAGE BONDS II	DRAW DOWN BONDS	SINGLE FAMILY HOUSING PROGRAM BONDS	SINGLE FAMILY HOUSING MORTGAGE BONDS	RESIDENTIAL MORTGAGE REVENUE BONDS	TOTAL HOMEOWNERSHIP PROGRAMS
<b>Changes in certain assets and liabilities:</b>							
Purchase of program loans .....	34,674,775.92	0.00	0.00	0.00	0.00	0.00	34,674,775.92
Collection of principal from program loans - net .....	214,384,159.28	2,810,506.10	0.00	1,203,186.07	558,233.95	0.00	218,956,085.40
Interest receivable .....	3,573,960.60	39,063.20	0.00	12,727.11	31,106.86	0.00	3,656,857.77
Accounts receivable .....	(7,697,895.92)	54,779.58	0.00	0.00	983.91	0.00	(7,642,132.43)
Due from (to) other funds .....	7,438,743.01	22,449.79	0.00	(154,965.32)	61,705.89	0.00	7,367,933.37
Other assets .....	(4,153.57)	(296.86)	0.00	0.00	0.00	0.00	(4,450.43)
Compensated absences .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deposits and other liab .....	(420,239.87)	(2,129.06)	0.00	(163,327.85)	(649.74)	0.00	(586,346.52)
Due to other governments.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred revenue .....	(773,455.83)	(406,966.35)	0.00	0.00	0.00	0.00	(1,180,422.18)
<b>Net cash provided by (used for) operating activitie</b>	<b><u>375,145,856.09</u></b>	<b><u>3,813,980.15</u></b>	<b><u>0.00</u></b>	<b><u>1,187,248.21</u></b>	<b><u>2,025,544.84</u></b>	<b><u>0.00</u></b>	<b><u>382,172,629.29</u></b>

**CALIFORNIA HOUSING FINANCE FUND  
SUMMARY BALANCE SHEET  
MULTIFAMILY RENTAL HOUSING PROGRAMS**

December 31, 2009

	MULTIFAMILY LOAN PURCHASE BONDS	MULTIFAMILY HOUSING REVENUE BONDS II	MULTIFAMILY HOUSING REVENUE BONDS III	MULTIFAMILY HOUSING PROGRAM BONDS	MULTIFAMILY VRDLO 2009A	MULTIFAMILY VRDLO 2009B	MULTIFAMILY HOUSING REVENUE BONDS 2009 C	AFFORDABLE MULTIFAMILY HOUSING REVENUE BOND	TOTAL MULTIFAMILY RENTAL HOUSING PROGRAMS
<b>ASSETS</b>									
<b>Current assets:</b>									
Cash and cash equivalents .....	1,675,378.44	15,721.32	632,455.69	91,463.25	0.00	19.60	0.00	433,030.00	2,848,068.30
Investments .....	0.00	8,411,000.00	91,382,599.42	11,695,000.00	0.00	0.00	0.00	0.00	111,488,599.42
Current portion - program loans receivable .....	13,000,000.00	1,092,973.26	54,115,827.92	2,832,553.26	0.00	0.00	0.00	0.00	71,041,354.44
Interest receivable - Program loans .....	0.00	371,266.27	5,401,603.18	1,275,150.69	1,086.02	1,486.81	201.28	0.00	7,050,794.25
Interest receivable - Investments .....	0.00	11,777.34	670,348.67	10,859.56	0.00	0.00	0.00	0.00	692,985.57
Accounts receivable .....	0.00	0.00	106,656.82	0.00	0.00	0.00	0.00	0.00	106,656.82
Due from (to) other funds .....	(646.70)	0.00	223,218.83	1,361,535.94	0.00	0.00	0.00	0.00	1,584,108.07
Other assets .....	0.00	87,068.82	436,586.62	545.60	0.00	0.00	0.00	0.00	524,201.04
<b>Total current assets .....</b>	<b>14,674,731.74</b>	<b>9,989,807.01</b>	<b>152,969,297.15</b>	<b>17,267,108.30</b>	<b>1,086.02</b>	<b>1,506.41</b>	<b>201.28</b>	<b>433,030.00</b>	<b>195,336,767.91</b>
<b>Noncurrent assets:</b>									
Investments .....	0.00	0.00	11,512,682.03	0.00	0.00	0.00	0.00	0.00	11,512,682.03
Program loans receivable .....	37,496,023.26	53,453,773.94	1,035,377,864.89	41,533,162.07	4,620,000.00	6,325,003.14	55,000.00	0.00	1,178,860,827.30
Due from (to) other funds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred financing costs .....	0.00	81,208.39	5,169,419.68	242,445.79	0.00	0.00	0.00	0.00	5,493,073.86
Other assets .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Noncurrent assets .....</b>	<b>37,496,023.26</b>	<b>53,534,982.33</b>	<b>1,052,059,966.60</b>	<b>41,775,607.86</b>	<b>4,620,000.00</b>	<b>6,325,003.14</b>	<b>55,000.00</b>	<b>0.00</b>	<b>1,195,866,583.19</b>
<b>Total Assets .....</b>	<b>52,170,755.00</b>	<b>63,524,789.34</b>	<b>1,205,029,263.75</b>	<b>59,042,716.16</b>	<b>4,621,086.02</b>	<b>6,326,509.55</b>	<b>55,201.28</b>	<b>433,030.00</b>	<b>1,391,203,351.10</b>
<b>LIABILITIES AND FUND EQUITY</b>									
<b>Current liabilities:</b>									
Bonds payable .....	0.00	699,900.43	24,591,473.70	0.00	0.00	0.00	0.00	0.00	25,291,374.13
Interest payable .....	315,724.12	1,666,484.38	18,240,473.03	522,041.24	1,935.34	2,649.57	201.28	0.00	20,749,508.96
Due to (from) other government entities .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Compensated absences .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deposits and other liabilities .....	1,090.20	7,166.70	1,167,135.68	0.00	0.00	0.00	0.00	0.00	1,175,392.58
<b>Total current liabilities .....</b>	<b>316,814.32</b>	<b>2,373,551.51</b>	<b>43,999,082.41</b>	<b>522,041.24</b>	<b>1,935.34</b>	<b>2,649.57</b>	<b>201.28</b>	<b>0.00</b>	<b>47,216,275.67</b>
<b>Noncurrent liabilities:</b>									
Bonds payable .....	51,856,745.47	58,169,209.79	1,071,064,704.62	49,225,000.00	4,620,000.00	6,325,000.00	55,000.00	0.00	1,241,315,659.88
Due to (from) other government entities .....	0.00	0.00	12,232,769.41	0.00	0.00	0.00	0.00	0.00	12,232,769.41
Deferred revenue .....	0.00	0.00	12,769.49	0.00	0.00	0.00	0.00	0.00	12,769.49
<b>Total noncurrent liabilities .....</b>	<b>51,856,745.47</b>	<b>58,169,209.79</b>	<b>1,083,310,243.52</b>	<b>49,225,000.00</b>	<b>4,620,000.00</b>	<b>6,325,000.00</b>	<b>55,000.00</b>	<b>0.00</b>	<b>1,253,561,198.78</b>
<b>Total Liabilities .....</b>	<b>52,173,559.79</b>	<b>60,542,761.30</b>	<b>1,127,309,325.93</b>	<b>49,747,041.24</b>	<b>4,621,935.34</b>	<b>6,327,649.57</b>	<b>55,201.28</b>	<b>0.00</b>	<b>1,300,777,474.45</b>
<b>Fund equity</b>									
Invested in capital assets .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Restricted by indenture.....	(2,804.79)	2,982,028.04	77,719,937.82	9,295,674.92	(849.32)	(1,140.02)	0.00	433,030.00	90,425,876.65
Restricted by statute.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Fund equity .....</b>	<b>(2,804.79)</b>	<b>2,982,028.04</b>	<b>77,719,937.82</b>	<b>9,295,674.92</b>	<b>(849.32)</b>	<b>(1,140.02)</b>	<b>0.00</b>	<b>433,030.00</b>	<b>90,425,876.65</b>
<b>Total Liabilities and Fund equity .....</b>	<b>52,170,755.00</b>	<b>63,524,789.34</b>	<b>1,205,029,263.75</b>	<b>59,042,716.16</b>	<b>4,621,086.02</b>	<b>6,326,509.55</b>	<b>55,201.28</b>	<b>433,030.00</b>	<b>1,391,203,351.10</b>

**CALIFORNIA HOUSING FINANCE FUND  
COMBINED STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN FUND EQUITY  
MULTIFAMILY PROGRAM**

December 31, 2009

	MULTIFAMILY LOAN PURCHASE BONDS	MULTIFAMILY HOUSING REVENUE BONDS II	MULTIFAMILY HOUSING REVENUE BONDS III	MULTIFAMILY HOUSING PROGRAM BONDS	MULTIFAMILY VRDLO 2009A	MULTIFAMILY VRDLO 2009B	MULTIFAMILY HOUSING REVENUE BONDS 2009 C	AFFORDABLE MULTIFAMILY HOUSING REVENUE BOND	TOTAL MULTIFAMILY RENTAL HOUSING PROGRAMS
<b>OPERATING REVENUES</b>									
Interest income:									
Program loans and loan agreements -- net.....	1,937,175.67	2,163,563.64	32,737,175.40	1,425,329.91	5,745.25	7,865.53	201.28	0.00	38,277,056.68
Interest income - Investments -- net .....	0.00	27,867.14	1,393,801.46	24,457.65	0.00	20.41	0.00	0.00	1,446,146.66
Increase (decrease) in fair value of investments .....	0.00	0.00	(511,673.64)	0.00	0.00	0.00	0.00	0.00	(511,673.64)
Loan commitment fees .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other loan fees .....	0.00	0.00	100,545.68	0.00	0.00	0.00	0.00	0.00	100,545.68
Other revenues .....	0.00	0.00	106,656.82	0.00	0.00	0.00	0.00	0.00	106,656.82
<b>Total Operating revenues .....</b>	<b>1,937,175.67</b>	<b>2,191,430.78</b>	<b>33,826,505.72</b>	<b>1,449,787.56</b>	<b>5,745.25</b>	<b>7,885.94</b>	<b>201.28</b>	<b>0.00</b>	<b>39,418,732.20</b>
<b>OPERATING EXPENSES</b>									
Interest .....	1,929,662.67	2,001,540.63	25,280,630.63	731,753.10	6,594.57	9,028.29	201.28	0.00	29,959,411.17
Amortization of bond discount and bond premium .....	0.00	14,087.57	253,638.03	0.00	0.00	0.00	0.00	0.00	267,725.60
Mortgage servicing fees .....	0.00	0.00	3,309.10	0.00	0.00	0.00	0.00	0.00	3,309.10
Provision (reversal) for estimated loan losses .....	0.00	(8,609.00)	(2,862,824.64)	(24,680.00)	0.00	0.00	0.00	0.00	(2,896,113.64)
Operating expenses .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other expenses .....	7,513.00	94,893.35	2,777,863.88	4,914.16	0.00	0.00	0.00	0.00	2,885,184.39
<b>Total Operating expenses .....</b>	<b>1,937,175.67</b>	<b>2,101,912.55</b>	<b>25,452,617.00</b>	<b>711,987.26</b>	<b>6,594.57</b>	<b>9,028.29</b>	<b>201.28</b>	<b>0.00</b>	<b>30,219,516.62</b>
<b>Operating income (loss) before transfers .....</b>	<b>0.00</b>	<b>89,518.23</b>	<b>8,373,888.72</b>	<b>737,800.30</b>	<b>(849.32)</b>	<b>(1,142.35)</b>	<b>0.00</b>	<b>0.00</b>	<b>9,199,215.58</b>
Transfers (interfund).....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers (intrafund).....	0.00	0.00	(3,130,245.57)	4,455,000.00	0.00	0.00	0.00	433,030.00	1,757,784.43
Increase (decrease) in fund equity.....	0.00	89,518.23	5,243,643.15	5,192,800.30	(849.32)	(1,142.35)	0.00	433,030.00	10,957,000.01
Fund equity at beginning of year .....	(2,804.79)	2,892,509.81	72,476,294.67	4,102,874.62	0.00	2.33	0.00	0.00	79,468,876.64
<b>Fund equity at end of year .....</b>	<b>(2,804.79)</b>	<b>2,982,028.04</b>	<b>77,719,937.82</b>	<b>9,295,674.92</b>	<b>(849.32)</b>	<b>(1,140.02)</b>	<b>0.00</b>	<b>433,030.00</b>	<b>90,425,876.65</b>



**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -  
MULTIFAMILY RENTAL HOUSING PROGRAMS**

December 31, 2009

	MULTIFAMILY LOAN PURCHASE BONDS	MULTIFAMILY HOUSING REVENUE BONDS II	MULTIFAMILY HOUSING REVENUE BONDS III	MULTIFAMILY HOUSING PROGRAM BONDS	MULTIFAMILY VRDLO 2009A	MULTIFAMILY VRDLO 2009B	MULTIFAMILY HOUSING REVENUE BONDS 2009 C	AFFORDABLE MULTIFAMILY HOUSING REVENUE BOND	TOTAL MULTIFAMILY RENTAL HOUSING PROGRAMS
<b>Changes in certain assets and liabilities:</b>									
Purchase of program loans .....	0.00	0.00	(18,116,554.14)	0.00	849.32	(363,267.36)	(55,000.00)	0.00	(18,533,972.18)
Collection of principal from program loans - net .....	6,984,743.36	555,843.28	53,182,437.23	2,077,346.99	0.00	0.00	0.00	0.00	62,800,370.86
Interest receivable .....	0.00	(2,567.48)	462,616.34	54,795.58	(1,086.02)	(1,486.81)	(201.28)	0.00	512,070.33
Accounts receivable .....	0.00	0.00	(106,656.82)	0.00	0.00	0.00	0.00	0.00	(106,656.82)
Due from (to) other funds .....	(85.90)	0.00	(467,483.86)	(1,361,535.94)	0.00	0.00	0.00	0.00	(1,829,105.70)
Other assets .....	0.00	(27,338.40)	(25,388.60)	(280.19)	0.00	0.00	0.00	0.00	(53,007.19)
Compensated absences .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deposits and other liab .....	(775.21)	4,300.02	217,179.94	0.00	0.00	0.00	0.00	0.00	220,704.75
Due to other governments.....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred revenue .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net cash provided by (used for) operating activitie</b>	<b><u>8,913,544.92</u></b>	<b><u>2,601,855.21</u></b>	<b><u>66,028,036.43</u></b>	<b><u>2,195,281.28</u></b>	<b><u>5,508.55</u></b>	<b><u>(356,888.64)</u></b>	<b><u>(55,000.00)</u></b>	<b><u>0.00</u></b>	<b><u>79,332,337.75</u></b>

**CALIFORNIA HOUSING FINANCE FUND  
SUMMARY BALANCE SHEET  
OTHER PROGRAMS AND ACCOUNTS**

December 31, 2009

	HOUSING ASSISTANCE TRUST	CONTRACT ADMINISTRATION PROGRAMS	SUPPLEMENTARY BOND SECURITY ACCOUNT	EMERGENCY RESERVE ACCOUNT	LOAN SERVICING	LOAN WAREHOUSING	HOMEOWNER SECONDARY MARKETING	OPERATING ACCOUNT	TOTAL OTHER PROGRAMS AND ACCOUNTS
<b>ASSETS</b>									
<b>Current assets:</b>									
Cash and cash equivalents .....	8,277,827.54	580,428.25	476.91	384.46	31,922,411.26	1,838,546.59	71,350.51	353,430.79	43,044,856.31
Investments .....	110,822,321.16	456,774,000.00	69,293,000.00	68,317,000.00	150,782,000.00	69,269,921.58	0.00	29,199,990.86	954,458,233.60
Current portion - program loans receivable .....	15,004,843.97	500,000.00	0.00	0.00	0.00	95,824,984.86	0.00	0.00	111,329,828.83
Interest receivable - Program loans .....	737,668.72	1,102,898.48	0.00	0.00	0.00	917,397.68	0.00	0.00	2,757,964.88
Interest receivable - Investments .....	222,272.04	686,782.17	126,667.91	85,451.56	231,994.78	237,477.88	0.00	58,647.73	1,649,294.07
Accounts receivable .....	14,286.68	0.00	0.00	120,715.91	5,677,278.63	467,077.48	0.00	60,918.91	6,340,277.61
Due from (to) other funds .....	(48,606,323.02)	(744,529.16)	25,187,224.22	12,319,576.19	(6,876,329.93)	(12,484,057.60)	(50,000.00)	60,268,956.33	29,014,517.03
Other assets .....	10,614.65	0.00	0.00	0.00	0.00	0.00	0.00	54,709.70	65,324.35
<b>Total current assets .....</b>	<b>86,483,511.74</b>	<b>458,899,579.74</b>	<b>94,607,369.04</b>	<b>80,843,128.12</b>	<b>181,737,354.74</b>	<b>156,071,348.47</b>	<b>21,350.51</b>	<b>89,996,654.32</b>	<b>1,148,660,296.68</b>
<b>Noncurrent assets:</b>									
Investments .....	524,832.62	0.00	0.00	0.00	0.00	52,155,993.10	0.00	0.00	52,680,825.72
Program loans receivable .....	252,623,420.55	203,369,562.42	0.00	0.00	0.00	37,628,366.41	0.00	0.00	493,621,349.38
Due from (to) other funds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred financing costs .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	24,909.85	24,909.85
Other assets .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	725,141.45	725,141.45
<b>Total Noncurrent assets .....</b>	<b>253,148,253.17</b>	<b>203,369,562.42</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>89,784,359.51</b>	<b>0.00</b>	<b>750,051.30</b>	<b>547,052,226.40</b>
<b>Total Assets .....</b>	<b>339,631,764.91</b>	<b>662,269,142.16</b>	<b>94,607,369.04</b>	<b>80,843,128.12</b>	<b>181,737,354.74</b>	<b>245,855,707.98</b>	<b>21,350.51</b>	<b>90,746,705.62</b>	<b>1,695,712,523.08</b>
<b>LIABILITIES AND FUND EQUITY</b>									
<b>Current liabilities:</b>									
Bonds payable .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest payable .....	0.00	0.00	0.00	0.00	0.00	321,912.54	0.00	47,281,046.01	47,602,958.55
Due to (from) other government entities .....	5,428.12	684,613.72	0.00	0.00	0.00	140,000,000.00	0.00	6,399,613.88	147,089,655.72
Compensated absences .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3,602,328.63	3,602,328.63
Deposits and other liabilities .....	4,792.67	7,870,227.70	121,130,203.34	0.00	164,493,455.23	97,399,657.49	0.00	5,165,384.02	396,063,720.45
<b>Total current liabilities .....</b>	<b>10,220.79</b>	<b>8,554,841.42</b>	<b>121,130,203.34</b>	<b>0.00</b>	<b>164,493,455.23</b>	<b>237,721,570.03</b>	<b>0.00</b>	<b>62,448,372.54</b>	<b>594,358,663.35</b>
<b>Noncurrent liabilities:</b>									
Bonds payable .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Due to (from) other government entities .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Deferred revenue .....	0.00	0.00	0.00	0.00	0.00	70,428.26	0.00	27,289,516.60	27,359,944.86
<b>Total noncurrent liabilities .....</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>70,428.26</b>	<b>0.00</b>	<b>27,289,516.60</b>	<b>27,359,944.86</b>
<b>Total Liabilities .....</b>	<b>10,220.79</b>	<b>8,554,841.42</b>	<b>121,130,203.34</b>	<b>0.00</b>	<b>164,493,455.23</b>	<b>237,791,998.29</b>	<b>0.00</b>	<b>89,737,889.14</b>	<b>621,718,608.21</b>
<b>Fund equity</b>									
Invested in capital assets .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	725,141.45	725,141.45
Restricted by indenture .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Restricted by statute .....	339,621,544.12	653,714,300.74	(26,522,834.30)	80,843,128.12	17,243,899.51	8,063,709.69	21,350.51	283,675.03	1,073,268,773.42
<b>Total Fund equity .....</b>	<b>339,621,544.12</b>	<b>653,714,300.74</b>	<b>(26,522,834.30)</b>	<b>80,843,128.12</b>	<b>17,243,899.51</b>	<b>8,063,709.69</b>	<b>21,350.51</b>	<b>1,008,816.48</b>	<b>1,073,993,914.87</b>
<b>Total Liabilities and Fund equity .....</b>	<b>339,631,764.91</b>	<b>662,269,142.16</b>	<b>94,607,369.04</b>	<b>80,843,128.12</b>	<b>181,737,354.74</b>	<b>245,855,707.98</b>	<b>21,350.51</b>	<b>90,746,705.62</b>	<b>1,695,712,523.08</b>

**CALIFORNIA HOUSING FINANCE FUND  
COMBINED STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN FUND EQUITY  
OTHER PROGRAMS AND ACCOUNTS**

December 31, 2009

	HOUSING ASSISTANCE TRUST	CONTRACT ADMINISTRATION PROGRAMS	SUPPLEMENTARY BOND SECURITY ACCOUNT	EMERGENCY RESERVE ACCOUNT	LOAN SERVICING	LOAN WAREHOUSING	HOMEOWNERS SECONDARY MARKETING	OPERATING ACCOUNT	TOTAL OTHER PROGRAMS AND ACCOUNTS
<b>OPERATING REVENUES</b>									
Interest income:									
Program loans and loan agreements -- net.....	8,739,671.36	737,497.89	0.00	0.00	0.00	928,923.80	0.00	0.00	10,406,093.05
Interest income - Investments -- net .....	510,642.47	1,683,746.09	401,270.45	449,318.12	2,868.64	2,893,343.92	0.00	160,446.83	6,101,636.52
Increase (decrease) in fair value of investments .....	(2,154.80)	0.00	0.00	0.00	0.00	(74,925.98)	0.00	0.00	(77,080.78)
Loan commitment fees .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	670,333.62	670,333.62
Other loan fees .....	212,308.76	0.00	0.00	0.00	3,693,498.89	0.00	0.00	8,554,357.94	12,460,165.59
Other revenues .....	1,912,476.18	4,841,258.93	0.00	0.00	35,463,578.00	0.00	25,081.14	118,131.05	42,360,525.30
<b>Total Operating revenues .....</b>	<b>11,372,943.97</b>	<b>7,262,502.91</b>	<b>401,270.45</b>	<b>449,318.12</b>	<b>39,159,945.53</b>	<b>3,747,341.74</b>	<b>25,081.14</b>	<b>9,503,269.44</b>	<b>71,921,673.30</b>
<b>OPERATING EXPENSES</b>									
Interest .....	4,766,919.33	0.00	0.00	0.00	0.00	1,506,608.73	0.00	57,737,705.95	64,011,234.01
Amortization of bond discount and bond premium .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Mortgage servicing fees .....	10,731.15	0.00	0.00	0.00	0.00	77,602.94	0.00	0.00	88,334.09
Provision (reversal) for estimated loan losses .....	(1,261,649.32)	4,531,623.29	0.00	0.00	0.00	1,109,393.54	0.00	0.00	4,379,367.51
Operating expenses .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	18,951,671.48	18,951,671.48
Other expenses .....	39,012,761.91	8,469,630.01	52,440,320.42	0.00	36,461,455.38	13,885.84	3,730.63	(1,728,570.85)	134,673,213.34
<b>Total Operating expenses .....</b>	<b>42,528,763.07</b>	<b>13,001,253.30</b>	<b>52,440,320.42</b>	<b>0.00</b>	<b>36,461,455.38</b>	<b>2,707,491.05</b>	<b>3,730.63</b>	<b>74,960,806.58</b>	<b>222,103,820.43</b>
<b>Operating income (loss) before transfers .....</b>	<b>(31,155,819.10)</b>	<b>(5,738,750.39)</b>	<b>(52,039,049.97)</b>	<b>449,318.12</b>	<b>2,698,490.15</b>	<b>1,039,850.69</b>	<b>21,350.51</b>	<b>(65,457,537.14)</b>	<b>(150,182,147.13)</b>
Transfers (interfund).....	0.00	14,350,055.00	0.00	0.00	0.00	0.00	0.00	0.00	14,350,055.00
Transfers (intrafund).....	(53,593,133.28)	0.00	0.00	(4,439,834.27)	0.00	(1,050,469.82)	0.00	55,881,367.20	(3,202,070.17)
Increase (decrease) in fund equity.....	(84,748,952.38)	8,611,304.61	(52,039,049.97)	(3,990,516.15)	2,698,490.15	(10,619.13)	21,350.51	(9,576,169.94)	(139,034,162.30)
Fund equity at beginning of year .....	424,370,496.50	645,102,996.13	25,516,215.67	84,833,644.27	14,545,409.36	8,074,328.82	0.00	10,584,986.42	1,213,028,077.17
<b>Fund equity at end of year .....</b>	<b>339,621,544.12</b>	<b>653,714,300.74</b>	<b>(26,522,834.30)</b>	<b>80,843,128.12</b>	<b>17,243,899.51</b>	<b>8,063,709.69</b>	<b>21,350.51</b>	<b>1,008,816.48</b>	<b>1,073,993,914.87</b>

**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -  
OTHER PROGRAMS AND ACCOUNTS**

December 31, 2009

	HOUSING ASSISTANCE TRUST	CONTRACT ADMINISTRATION PROGRAMS	SUPPLEMENTARY BOND SECURITY ACCOUNT	EMERGENCY RESERVE ACCOUNT	LOAN SERVICING	LOAN WAREHOUSING	HOMEOWNERSHI SECONDARY MARKETING	OPERATING ACCOUNT	TOTAL OTHER PROGRAMS AND ACCOUNTS
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>									
Receipts from customers .....	8,881,785.72	331,703.90	0.00	0.00	0.00	772,091.17	0.00	0.00	9,985,580.79
Payments to suppliers .....	(10,993.89)	0.00	0.00	0.00	0.00	(79,544.06)	0.00	(7,151,249.43)	(7,241,787.38)
Payments to employees .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(12,749,974.13)	(12,749,974.13)
Internal activity - payments other funds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other receipts (payments) .....	3,037,847.49	(25,318,996.94)	(11,000,951.77)	2,234,471.38	8,391,044.38	48,748,326.77	21,350.51	5,265,609.54	31,378,701.36
<b>Net cash provided by (used in) operating activities .....</b>	<b>11,908,639.32</b>	<b>(24,987,293.04)</b>	<b>(11,000,951.77)</b>	<b>2,234,471.38</b>	<b>8,391,044.38</b>	<b>49,440,873.88</b>	<b>21,350.51</b>	<b>(14,635,614.02)</b>	<b>21,372,520.64</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>									
Intrafund transfers .....	(53,593,133.28)	0.00	0.00	(4,439,834.27)	0.00	(1,050,469.82)	0.00	55,881,367.20	(3,202,070.17)
Changes in due to (from) other government entities .....	0.00	0.00	(2,483,481.64)	0.00	0.00	(110,000,000.00)	0.00	2,101,973.08	(110,381,508.56)
<b>Net cash provided by (used for) noncapital financing activities .....</b>	<b>(53,593,133.28)</b>	<b>0.00</b>	<b>(2,483,481.64)</b>	<b>(4,439,834.27)</b>	<b>0.00</b>	<b>(111,050,469.82)</b>	<b>0.00</b>	<b>57,983,340.28</b>	<b>(113,583,578.73)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>									
Proceeds from sales of bonds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Payment of bond/debenture principal .....	(23,133,890.32)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(23,133,890.32)
Early bond redemptions .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Interest paid on debt .....	(4,964,904.23)	0.00	0.00	0.00	0.00	(2,480,619.16)	0.00	(63,439,834.27)	(70,885,357.66)
Interfund transfers .....	0.00	14,350,055.00	0.00	0.00	0.00	0.00	0.00	0.00	14,350,055.00
Decrease (increase) in deferred financing costs .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net cash provided by (used for) capital and related financing activities .....</b>	<b>(28,098,794.55)</b>	<b>14,350,055.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(2,480,619.16)</b>	<b>0.00</b>	<b>(63,439,834.27)</b>	<b>(79,669,192.98)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
Proceeds from maturity and sale of investments .....	260,397,039.61	45,890,000.00	67,975,000.00	89,949,000.00	23,620,000.00	116,424,709.13	0.00	29,984,044,000.00	30,588,299,748.74
Purchase of investments .....	(241,311,000.00)	(39,393,000.00)	(54,917,000.00)	(88,371,000.00)	(32,122,000.00)	(62,648,999.91)	0.00	(29,964,345,990.86)	(30,483,108,990.77)
Interest on investments .....	1,103,100.72	2,693,775.57	426,757.60	626,791.03	307,384.81	3,334,315.79	0.00	300,115.82	8,792,241.34
<b>Net cash provided by (used for) investing activities .....</b>	<b>20,189,140.33</b>	<b>9,190,775.57</b>	<b>13,484,757.60</b>	<b>2,204,791.03</b>	<b>(8,194,615.19)</b>	<b>57,110,025.01</b>	<b>0.00</b>	<b>19,998,124.96</b>	<b>113,982,999.31</b>
<b>Net increase (decrease) in cash and cash equivalents .....</b>	<b>(49,594,148.18)</b>	<b>(1,446,462.47)</b>	<b>324.19</b>	<b>(571.86)</b>	<b>196,429.19</b>	<b>(6,980,190.09)</b>	<b>21,350.51</b>	<b>(93,983.05)</b>	<b>(57,897,251.76)</b>
<b>Cash and cash equivalents at beginning of year .....</b>	<b>57,871,975.72</b>	<b>2,026,890.72</b>	<b>152.72</b>	<b>956.32</b>	<b>31,725,982.07</b>	<b>8,818,736.68</b>	<b>50,000.00</b>	<b>447,413.84</b>	<b>100,942,108.07</b>
<b>Cash and cash equivalents at end of year .....</b>	<b>8,277,827.54</b>	<b>580,428.25</b>	<b>476.91</b>	<b>384.46</b>	<b>31,922,411.26</b>	<b>1,838,546.59</b>	<b>71,350.51</b>	<b>353,430.79</b>	<b>43,044,856.31</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</b>									
Operating income (loss) .....	(31,155,819.10)	(5,738,750.39)	(52,039,049.97)	449,318.12	2,698,490.15	1,039,850.69	21,350.51	(65,457,537.14)	(150,182,147.13)
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>									
Interest expense on debt .....	4,766,919.33	0.00	0.00	0.00	0.00	1,506,608.73	0.00	57,737,705.95	64,011,234.01
Interest on investments .....	(510,642.47)	(1,683,746.09)	(401,270.45)	(449,318.12)	(2,868.64)	(2,893,343.92)	0.00	(160,446.83)	(6,101,636.52)
Changes in fair value of investments .....	2,154.80	0.00	0.00	0.00	0.00	74,925.98	0.00	0.00	77,080.78
Accretion of capital appreciation bonds .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Amortization of bond discount .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Amortization of deferred losses .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Amortization of bond issuance costs .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5,171.83	5,171.83
Amortization of bond premium .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Amortization of deferred revenue .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(670,333.62)	(670,333.62)
Depreciation .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	101,733.29	101,733.29
Provision (reversal for estimated loan losses) .....	(2,451,570.78)	4,531,623.29	0.00	0.00	0.00	2,159,863.36	0.00	0.00	4,239,915.87
Provision for yield reduction payments .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Provision for nonmortgage investment excess .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Changes in certain assets and liabilities:</b>									
Purchase of program loans .....	38,106,135.26	(20,723,723.06)	0.00	0.00	0.00	(45,154,676.54)	0.00	0.00	(27,772,264.34)

**CALIFORNIA HOUSING FINANCE FUND  
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OTHER PROGRAMS AND ACCOUNTS**

December 31, 2009

	HOUSING ASSISTANCE TRUST	CONTRACT ADMINISTRATION PROGRAMS	SUPPLEMENTARY BOND SECURITY ACCOUNT	EMERGENCY RESERVE ACCOUNT	LOAN SERVICING	LOAN WAREHOUSING	HOMEOWNERSHI SECONDARY MARKETING	OPERATING ACCOUNT	TOTAL OTHER PROGRAMS AND ACCOUNTS
Collection of principal from program loans - net .....	34,529,768.29	2,198,701.51	0.00	0.00	0.00	1,192,767.90	0.00	0.00	37,921,237.70
Interest receivable .....	142,114.36	(405,793.99)	0.00	0.00	0.00	(156,832.63)	0.00	0.00	(420,512.26)
Accounts receivable .....	6,564.59	34.54	0.00	(51,957.97)	991,224.41	(421,031.06)	0.00	(28,802.01)	496,032.50
Due from (to) other funds .....	(31,539,478.13)	(3,356,794.91)	441,751.49	2,286,429.35	(8,536.78)	28,900,838.95	0.00	(2,263,037.64)	(5,538,827.67)
Other assets .....	12,732.00	0.00	0.00	0.00	0.00	0.00	0.00	(7,572.32)	5,159.68
Compensated absences .....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,284,561.33	1,284,561.33
Deposits and other liab .....	(232.83)	191,156.06	40,997,617.16	0.00	4,712,735.24	63,191,967.44	0.00	(5,499,221.24)	103,594,021.83
Due to other governments.....	(6.00)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(6.00)
Deferred revenue .....	0.00	0.00	0.00	0.00	0.00	(65.02)	0.00	322,164.38	322,099.36
<b>Net cash provided by (used for) operating activitie</b>	<b>11,908,639.32</b>	<b>(24,987,293.04)</b>	<b>(11,000,951.77)</b>	<b>2,234,471.38</b>	<b>8,391,044.38</b>	<b>49,440,873.88</b>	<b>21,350.51</b>	<b>(14,635,614.02)</b>	<b>21,372,520.64</b>